

108TH CONGRESS
1ST SESSION

S. 141

To improve the calculation of the Federal subsidy rate with respect to certain small business loans, and for other purposes.

IN THE SENATE OF THE UNITED STATES

JANUARY 10, 2003

Ms. SNOWE (for herself, Mr. BOND, Mr. KERRY, Mr. CRAPO, Mr. BENNETT, Mr. ENZI, Mr. LEVIN, Ms. LANDRIEU, and Mr. ALLEN) introduced the following bill; which was read twice, considered, read the third time, and passed

A BILL

To improve the calculation of the Federal subsidy rate with respect to certain small business loans, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SUBSIDY RATE FOR SMALL BUSINESS LOANS.**

4 Notwithstanding section 502(5)(F) of the Federal
5 Credit Reform Act of 1990 and section 254(j) of the Bal-
6 anced Budget and Emergency Deficit Control Act of 1985,
7 the Director of the Office of Management and Budget, in
8 calculating the Federal cost for guaranteeing loans during
9 fiscal year 2003 under section 7(a) of the Small Business

1 Act (15 U.S.C. 636(a)), may use the most recently ap-
2 proved subsidy cost model and methodology in conjunction
3 with the program and economic assumptions, and histor-
4 ical data which were included in the fiscal year 2003 budg-
5 et. After written notification to Congress, the Small Busi-
6 ness Administration shall implement the validated, OMB-
7 approved subsidy rate for fiscal year 2003, using this
8 model and methodology. Such rate shall be deemed to have
9 been effective on October 1, 2002.

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